

# County of Los Angeles **CHIEF EXECUTIVE OFFICE**

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> **Board of Supervisors** GLORIA MOLINA First District

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Fifth District

February 23, 2009

To:

**Audit Committee** 

From:

William T Fujioka

Chief Executive Officer

# **BOARD POLICY REVIEW - 4.060: CONTRACT EXPENDITURES REDUCTION FLEXIBILITY**

Based on the request of the Executive Officer of the Board of Supervisors, this Office, in collaboration with the Internal Services Department, reviewed Board of Supervisor's Policy 4.060 – Contract Expenditures Reduction Flexibility. We recommend the sunset review date be extended four more years to March 31, 2013.

If you have any questions regarding this memorandum, please contact James Hazlett at (213) 974-1148 or jhazlett@ceo.lacounty.gov.

WTF:ES:MKZ FC:JH:pg

Attachment

c: Executive Officer, Board of Supervisors **Director of Internal Services** 

2009-02 - 02-23-09 Board Policy Review - 4.060 Contract Expenditures Reduction Flexibility

Policy #:	Title:	Effective Date:
4.060	Contract Expenditures Reduction Flexibility	05/25/93

### **PURPOSE**

Provides the County with the flexibility to cancel contracts or reopen contract negotiations to achieve budget reductions, should it be necessary, due to the County's financial situation.

#### REFERENCE

May 25, 1993 Board Order, Synopsis 66

June 23, 1993 Chief Administrative Memorandum, "Contract Renegotiation Clauses"

March 8, 1994 Board Order, Synopsis 42

#### **POLICY**

Require all new or renewal consultant and all other contractor agreements to (including lease agreements) contain clauses that allow for cancellation or renegotiation downward consistent with County budget reductions.

#### RESPONSIBLE DEPARTMENT

Chief Executive Office

Internal Services Department

## DATE ISSUED/SUNSET DATE

Issue Date: May 25, 1993 Review Date: May 20, 2004 Re-issue Date: May XX, 2XXX Sunset Review Date: May 25, 2003 Sunset Review Date: March 31, 2009 Sunset Review Date: March XX, XXXX